

C. DUKES SCOTT
EXECUTIVE DIRECTOR

1401 Main Street, Suite 900
Columbia, SC 29201



Phone: (803) 737-0800
Fax: (803) 737-0801

DAN F. ARNETT
CHIEF OF STAFF

sreibol@regstaff.sc.gov

Shealy Boland Reibold
Counsel for ORS

December 5, 2008

VIA E-FILING

Charles L.A. Terreni, Esquire
Chief Clerk/Administrator
Public Service Commission of South Carolina
101 Executive Center Dr., Suite 100
Columbia, SC 29210

RE: Application of Palmetto Utilities, Incorporated for Approval of its Shareholders' Transfer
of all Authorized and Issued Stock to Wateree Utilities Holding, Incorporated
Docket No.: 2008-392-S

Dear Mr. Terreni:

The Office of Regulatory Staff ("ORS") has completed its review of the above-referenced matter. ORS does not oppose the application of Palmetto Utilities, Incorporated ("Palmetto Utilities") for approval of its shareholders' transfer of all authorized and issued shares of stock in Palmetto Utilities to Wateree Utilities Holding, Incorporated. ORS also does not oppose Palmetto Utilities' request for waiver of a hearing on this matter because the stock transfer does not alter or affect the service or rates to customers. Further, ORS has no objection to Palmetto Utilities' request for expedited review of its application.

If further information is needed, please do not hesitate to let me know.

Sincerely,

Shealy Boland Reibold
Shealy Boland Reibold

cc: John M.S. Hoefer, Esquire
Benjamin P. Mustian, Esquire